

MACKINAC FINANCIAL CORPORATION

	CPP Disbursement Date 04/24/2009	RSSD (Holding Company) 1123933	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$516	\$479	-7.1%		
Loans	\$384	\$383	-0.3%		
Construction & development	\$32	\$39	23.0%		
Closed-end 1-4 family residential	\$56	\$61	9.4%		
Home equity	\$12	\$14	22.5%		
Credit card	\$1	\$1	12.7%		
Other consumer	\$3	\$4	27.6%		
Commercial & Industrial	\$64	\$62	-2.4%		
Commercial real estate	\$205	\$188	-8.1%		
Unused commitments	\$34	\$34	0.8%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$45	\$28	-38.7%		
Asset-backed securities	\$0	\$0			
Other securities	\$1	\$6	382.4%		
Cash & balances due	\$19	\$23	22.6%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$2	\$10	356.9%		
Open-end HELOC originated for sale (quarter)	\$1	\$2	75.1%		
Closed-end mortgage originations sold (quarter)	\$2	\$16	628.1%		
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$467	\$430	-8.0%		
Deposits	\$430	\$393	-8.6%		
Total other borrowings	\$35	\$35	0.0%		
FHLB advances	\$35	\$35	0.0%		
Equity					
Equity capital at quarter end	\$48	\$49	1.2%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$3	\$1	NA		
Performance Ratios					
Tier 1 leverage ratio	8.4%	8.1%	--		
Tier 1 risk based capital ratio	10.2%	9.9%	--		
Total risk based capital ratio	11.5%	11.2%	--		
Return on equity ¹	1.0%	-13.7%	--		
Return on assets ¹	0.1%	-1.4%	--		
Net interest margin ¹	3.9%	4.0%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans})	36.1%	111.0%	--		
Loss provision to net charge-offs (qtr)	199.0%	288.5%	--		
Net charge-offs to average loans and leases ¹	1.2%	0.7%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	6.2%	1.3%	1.9%	1.9%	--
Closed-end 1-4 family residential	2.6%	1.9%	0.1%	0.2%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.7%	0.0%	--
Other consumer	0.0%	0.0%	0.5%	0.1%	--
Commercial & Industrial	4.1%	1.2%	0.7%	0.1%	--
Commercial real estate	4.0%	1.9%	0.0%	0.0%	--
Total loans	3.7%	1.5%	0.3%	0.2%	--